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VIRGINIA:

# BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

SUPPLEMENTAL ORDER REGARDING DOCKET NUMBER VGOB 02-0115-0999

ELECTIONS: UNIT Z-1 (herein "Subject Drilling Unit")

# REPORT OF BOARD

## FINDINGS AND ORDER

This Supplemental Order is entered by the Board sua sponte in the form authorized by the Board at hearings held on February 15, 1994 and June 16, 1992; and this Supplemental Order is being recorded for the purpose of supplementing the Order previously in the captioned matter on April 16, 2002 which was recorded at Deed Book 544, Page 788 in the Office of the Clerk of the Circuit Court of Buchanan County, Virginia, on April 22, 2002, (herein "Board Order") and completing the record regarding elections.

Findings: The Board finds that:

The Board Order directed CNX GAS COMPANY LLC (herein "Designated Operator") to mail copies of the Board Order to all Respondents whose interests, if any, were pooled by the said Board Order;

The Designated Operator filed its affidavit of elections disclosing that it had mailed a true and correct copy of the Board's Order to all Respondents whose interests, if any, were pooled by said Board Order;

The Board Order required each Respondent whose interests, if any, were pooled by the terms of said Board Order to make an election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the affidavit of elections filed herein and annexed hereto as Exhibit A states: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of any election(s) made; and (iii) whether, by reason of a failure to elect or to timely elect one or more Respondents are deemed, under the terms of the Board's Order, to have leased all their rights, title, interests, estates and claims in Subject Drilling Unit to the Applicant;

That the affidavit of elections annexed hereto with the Exhibits submitted therewith identifies the Respondent(s) making a timely election, if any; identifies the Respondent(s), if any, who are deemed to have leased; identifies the conflicting interests and claims which require escrow; identifies the interests and claims, if any, requiring escrow under Virginia Code section 45.1-361.21.D.; and identifies the Respondents, if any, who may be dismissed by reason of having leased or entered into a voluntary agreement with the Applicant.

The affidavit of elections indicates whether or not the escrow of funds is required with regard to Unit Z-1;

Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at paragraph 2. above and the annexed affidavit of elections with Exhibits thereto, any funds subject to escrow and instructs the Escrow Agent, Wachovia Bank, Corporate Trust PA1328,123 Broad Street, Philadelphia, PA 19109-1199, Attn: Rachel Rafferty or any successor named by the Board to establish interest bearing escrow account(s), IRS Tax Identification Number 54-1629506, in accordance with the information set forth in the affidavit of elections with Exhibits thereto, to receive funds and account to the Board therefore.

Mailing of Order and Filing of Affidavit: The Designated Operator under the captioned Order or shall file an affidavit with the Secretary of the Board within ten (10) days after the date of receipt of this Order stating that a true and correct copy of this Order was mailed to each Respondent whose interests or claims are subject to escrow and whose address is known within seven seven (7) days from the date of receipt of this Order.

Conclusion: Therefore, the findings and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.

Effective Date: This Order shall be effective on the date of its execution. DONE AND EXECUTED this day of August, 2006, by a majority of the Virginia Gas and Oil Board. STATE OF VIRGINIA COUNTY OF WISE weeking ten Acknowledged on this 8 day of agust, 2006, personally before me a notary public in and for the Commonwealth of Virginia, appeared Benny R. Wampler, being duly sworn did depose and say that he is Chairman of the Virginia Gas and Oil Board, that he executed the same and was authorized to do so. My commission expires: 9/30/09 DONE AND PERFORMED THIS 8 day of August , 2006, by Order of the Board. Principal Executive to the Board STATE OF VIRGINIA

COUNTY OF WASHINGTON

Acknowledged on this aday of Quesus 7, 2006, personally before me a notary public in and for the Commonwealth of Virginia, appeared B. R. Wilson, being duly sworn did depose and say that he is Director of the Division of Gas & Oil Board and Principal Executive to the Board, that he executed the same and was authorized to do so.

My commission expires: 9/35/

### VIRGINIA:

## Exhibit A

### BEFORE THE VIRGINIA GAS AND OIL BOARD

#### IN RE:

Application of CNX Gas Company LLC for Forced Pooling of Interests in CBM Unit Z-1 VGOB 02-0115-0999 in the Prater District of Buchanan County, Virginia

AFFIDAVIT OF CNX GAS COMPANY LLC (herein "Designated Operator") REGARDING ELECTIONS, ESCROW AND SUPPLEMENTAL ORDER

Leslie K. Arrington, being first duly sworn on oath, deposes and says:

That your affiant is employed by CNX Gas Company LLC, as a Manager – Environmental Permitting and is duly authorized to make this affidavit on behalf of CNX GAS COMPANY LLC, the designated operator,

That the Order entered on April 16, 2002, by the Virginia Gas and Oil Board (hereinafter "Board") regarding the captioned CBM Unit required the Applicant to mail a true and correct copy of said Order to each person pooled by the Order;

That within seven (7) days of receipt of an executed copy of the Order referred to at paragraph 2. above, your affiant caused a true and correct copy of said Order to be mailed via the United States Postal Service to each Respondent named in the captioned Application, whose address was known, and to all persons, if any, who were added as Respondents at the hearing held in the captioned matter; that proof of such mailing has previously been tendered to the Division of Gas and Oil, the Office of the Gas and Oil Inspector, at Abingdon, Virginia;

That the Order of the Board in the captioned matter required all persons pooled thereby to tender their written elections to the Unit Operator within thirty (30) days of the date the Order was recorded in the counties identified above; that said Order was recorded on April 22, 2002;

That the designated operator CNX GAS COMPANY LLC has established procedures to review all mail received and all written documents received other than by mail to ascertain whether parties whose interests have been pooled have made a written election, in a timely fashion, as required by the captioned Order; that said procedures were followed to identify the elections, if any, made with regard to the Subject Unit; that the following persons delivered, by mail or otherwise, written elections the Unit Operator, within the thirty day elections period:

#### None

That all of the Respondents identified in Exhibit B-3 hereto have entered into voluntary agreements whereby they have leased and/or otherwise agreed with Applicant to a plan to develop their interests and claims within the unit to CBM. Hence, said unit may be voluntarily pooled.

See attached Exhibit B-2 and B-3 (Unit is 100% under Lease).

That in light of the Agreement(s) described above, it is no longer necessary for the Board to maintain an escrow account/sub accounts pertaining to the above referenced CBM Unit, if applicable.

That pursuant to the provisions of VAC 25-160-70.A.10. and C. and VAC 25-160-80 the annexed supplemental order sets forth the interests and claims that require escrow of funds pursuant to Virginia Code sections 45.1-361.21.D. and 45.1-361.22.A.3. and 4.

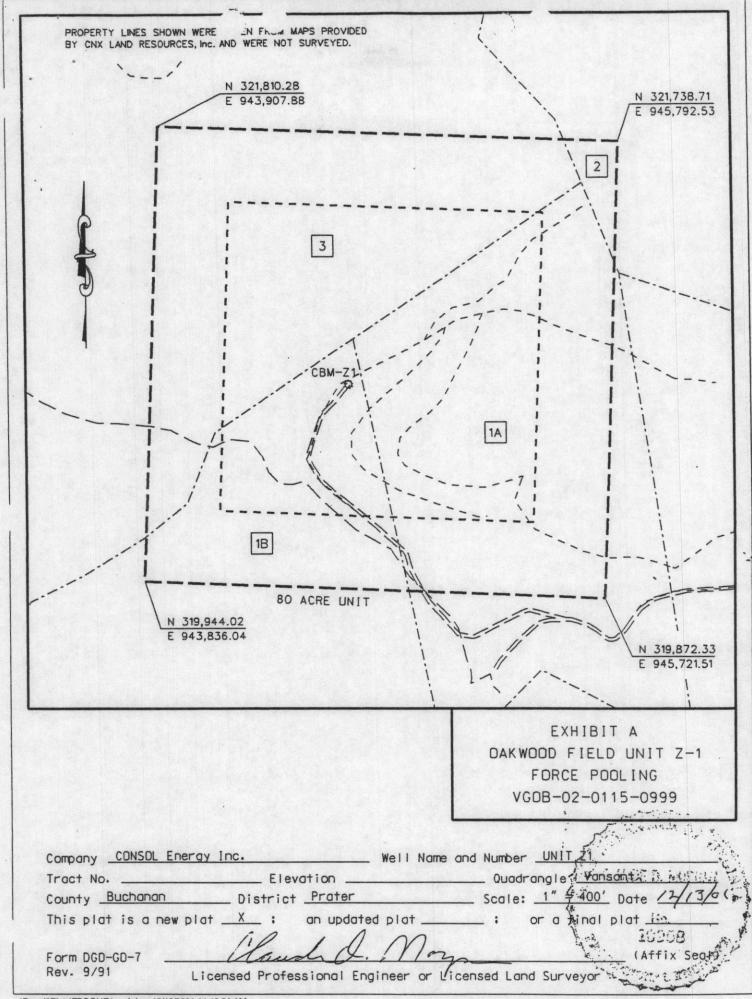
Dated at Tazewell, Virginia, this 27th day of Supe, 2006.

Salak Marington

Leslie K Arrington

Rhorda L. Certught

My commission expires: 10/31/3009.



# CONSOL Energy, Inc. UNIT Z-1 Tract Identifications

- 1A. Keith Boyd Surface1B. Delmer Boyd Surface
- Levisa Coal Company Tr. 38 Coal
   Coal Lessee
   Jewell Smokeless Coal Corp. Tiller and Above Coal Leased
   John W. Pobst, Jr., et al. Oil & Gas
   Buchanan Production Co. Oil, Gas and CBM Leased
   Thurman E. Boyd Surface
   0.96 acres
   1.2000 %
- Dr. William B. Looney, et al. Fee
   Coal Lessee
   Island Creek Coal Co. Coal Below Jawbone Seam Leased (40%)
   Buchanan Production Co. Oil, Gas & CBM Leased (20%)
   33.09 acres
   41.3625 %

# Exhibit B-2 Unit Z-1 VGOB 02-0115-0999

# List of Respondents to be Dismissed

|     |  | Acres in Unit                     | Percent<br>of Unit | Reason<br>for Dismissal |
|-----|--|-----------------------------------|--------------------|-------------------------|
| L   | COAL FEE OWNERSHIP   |                                   |                    |                         |
|     | Tract #3 - 33.09 acres   |                                   |                    |                         |
|     | (1) Dr. William B. Looney, et al.  | 33.09 acres                       | 41.36250%          | Leased                  |
|     | (c) Linn Willers The Rosina C. Looney Trust c/o First Union National Bank P.O. Box 40062 (-FL0135) Jacksonville, FL 32203-0062 | 19.85 acres<br>3/5 of 33.09 acres | 24.81750%          |                         |
| II. | OIL & GAS FEE OWNERSHIP  |                                   |                    |                         |
|     | <u>Tract #3 - 33.09 acres</u>  |                                   |                    |                         |
|     | (1) Dr. William B. Looney, et al.  | 33.09 acres                       | 41.36250%          |                         |
|     | (c) Linn Willers The Rosina C. Looney Trust c/o First Union National Bank P.O. Box 40062 (-FL0135) Jacksonville, FL 32203-0062 | 19.85 acres<br>3/5 of 33.09 acres | 24.81750%          | Leased                  |

# Exhibit B-3 Unit Z-1 VGOB 02-0115-0999 List of Unleased Owners/Claimants

Acres in Unit

Percent of Unit

This unit is 100% leased

| VIRGINIA:<br>was this day pre | In the Clerk's Office of the Circui esented in the office aforesaid and is, | together with the certifi | County. The for | egoing instrument  |
|-------------------------------|---|---------------------------|-----------------|--------------------|
| admitted to reco              | ord this 16th day of 6th Code has been                                      | World.                    | . 2000          | 1:57PM             |
| Deed Book No.                 | and Page No.  | TESTE:                    | James M.        | Bevins, Jr., Clerk |
| Returned to:                  | mine / Lloune   | TESTE:                    | Condo           | Deputy Clerk       |

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6/27/2006